



STODDARD COUNTY, MISSOURI

TWO YEARS ENDED DECEMBER 31, 1998

**From The Office Of State Auditor
Claire McCaskill**

Report No. 99-83
September 23, 1999

AUDIT REPORT



Office Of The
State Auditor Of Missouri
Claire McCaskill

September 1999

IMPORTANT: The Missouri State Auditor is required by Missouri law to conduct audits only once every four years in counties, like Stoddard, which do not have a county auditor. However, to assist such counties in meeting federal audit requirements, the State Auditor will also perform a financial and compliance audit of various county operating funds every two years. This voluntary service to Missouri counties can only be provided when state auditing resources are available and does not interfere with the State Auditor's constitutional responsibility of auditing state government.

Once every four years, the State Auditor's statutory audit will cover additional areas of county operations, as well as the elected county officials, as required by Missouri's Constitution.

This audit of Stoddard County was a financial and compliance audit of various county operating funds.

The audit includes some matters upon which the county should consider and take appropriate corrective action.

Copies of the audit are available upon request.

YELLOW SHEET

STODDARD COUNTY, MISSOURI

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FINANCIAL SECTION

State Auditor's Reports



CLAIRE C. McCASKILL
Missouri State Auditor

**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL
STATEMENTS AND SUPPLEMENTARY SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS**

To the County Commission
and
Officeholders of Stoddard County, Missouri

We have audited the accompanying special-purpose financial statements of various funds of Stoddard County, Missouri, as of and for the years ended December 31, 1998 and 1997, as identified in the table of contents. These special-purpose financial statements are the responsibility of the county's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

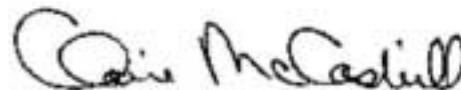
The accompanying special-purpose financial statements were prepared for the purpose of presenting the receipts, disbursements, and changes in cash of various funds of Stoddard County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county and are not intended to be a complete presentation of the financial position and results of operations of those funds or of Stoddard County.

In our opinion, the special-purpose financial statements referred to in the first paragraph present fairly, in all material respects, the receipts, disbursements, and changes in cash of various funds of Stoddard County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county as of and for the years ended December 31, 1998 and 1997, in conformity with the comprehensive basis of accounting discussed in Note 1, which is a basis of accounting other than generally accepted accounting principles.

Stoddard County, Missouri, has not presented the disclosures required by Governmental Accounting Standards Board (GASB) Technical Bulletin 98-1, *Disclosures about year 2000 Issues*, as amended by GASB Technical Bulletin 99-1, that the GASB has determined are necessary to supplement, although not be a part of, the basic financial statements. In addition, we do not provide assurance that the county is or will become year 2000-compliant, that the county's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the county does business are or will become year 2000-compliant.

In accordance with *Government Auditing Standards*, we also have issued our report dated May 11, 1999, on our consideration of the county's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the special-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the special-purpose financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "Claire McCaskill". The signature is cursive and somewhat stylized, with the first name "Claire" written in a larger, more prominent script than the last name "McCaskill".

Claire McCaskill
State Auditor

May 11, 1999 (fieldwork completion date)



CLAIRE C. McCASKILL
Missouri State Auditor

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the County Commission
and
Officeholders of Stoddard County, Missouri

We have audited the special-purpose financial statements of various funds of Stoddard County, Missouri, as of and for the years ended December 31, 1998 and 1997, and have issued our report thereon dated May 11, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

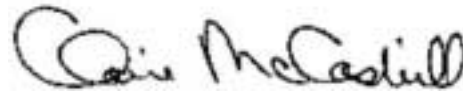
As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Stoddard County, Missouri, are free of material misstatement, we performed tests of the county's compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to the management of the county in the accompanying Letter on Other Matters.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Stoddard County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material

weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to the management of the county in the accompanying Letter on Other Matters.

This report is intended for the information of the management of Stoddard County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in dark ink, appearing to read "Claire McCaskill". The signature is fluid and cursive, with the first name "Claire" written in a larger, more prominent script than the last name "McCaskill".

Claire McCaskill
State Auditor

May 11, 1999 (fieldwork completion date)

Financial Statements

Exhibit A-1

STODDARD COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31, 1998

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 1,708,111	2,211,399	2,713,108	1,206,402
Special Road and Bridge	1,159,535	1,374,741	1,358,779	1,175,497
Assessment	65,008	235,058	222,283	77,783
Law Enforcement Training	5,192	4,881	5,661	4,412
Prosecuting Attorney Training	4,149	1,248	0	5,397
Drainage Districts	129,328	37,798	3,770	163,356
County Farm	77,455	1,000	20,000	58,455
Prosecuting Attorney Administration	40,851	21,199	26,926	35,124
Recorder's Maintenance	23,109	13,653	13,184	23,578
Domestic Violence	13,087	5,687	0	18,774
Crime Reduction	2,383	1,992	495	3,880
Prosecuting Attorney Delinquent Tax	2,679	1,136	993	2,822
Record Preservation	1,153	15,425	14,497	2,081
911	4,801	1,281	6,082	0
Use Tax	147,027	4,533	98,139	53,421
D.A.R.E.	6,092	191	2,565	3,718
Sheriff's Forfeiture	5,955	169	2,500	3,624
P.O.S.T.C.	2,121	1,468	0	3,589
Capital Improvements	0	591,063	500	590,563
Sheriff's Civil	0	15,133	0	15,133
Associate Circuit Division Interest	5,698	4,627	2,897	7,428
Circuit Division Interest	9,503	7,336	903	15,936
Law Library	3,464	10,554	8,617	5,401
Total	\$ 3,416,701	4,561,572	4,501,899	3,476,374

The accompanying Notes to the Financial Statements are an integral part of this statement.

STODDARD COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 1997

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 1,595,899	2,181,915	2,069,703	1,708,111
Special Road and Bridge	1,024,559	1,401,644	1,266,668	1,159,535
Assessment	55,862	206,651	197,505	65,008
Law Enforcement Training	4,089	4,615	3,512	5,192
Prosecuting Attorney Training	3,272	2,204	1,327	4,149
Drainage Districts	91,764	37,777	213	129,328
County Farm	76,455	1,000	0	77,455
Prosecuting Attorney Administration	27,811	30,490	17,450	40,851
Recorder's Maintenance	21,884	13,202	11,977	23,109
Domestic Violence	7,058	6,029	0	13,087
Crime Reduction	5,508	3,802	6,927	2,383
Prosecuting Attorney Delinquent Tax	1,977	1,917	1,215	2,679
Record Preservation	9,458	3,035	11,340	1,153
911	247,695	270,180	513,074	4,801
Use Tax	133,830	13,197	0	147,027
D.A.R.E.	6,806	3,279	3,993	6,092
Sheriff's Forfeiture	201	5,944	190	5,955
P.O.S.T.C.	793	1,358	30	2,121
Associate Circuit Division Interest	3,048	2,672	22	5,698
Circuit Division Interest	4,358	7,281	2,136	9,503
Law Library	445	9,214	6,195	3,464
Total	\$ 3,322,772	4,207,406	4,113,477	3,416,701

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit B

STODDARD COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
 GENERAL REVENUE FUND

Year Ended December 31,						
1998				1997		
Budget	Actual	Variance Favorable (Unfavorable)		Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 297,386	322,688	25,302	293,390	283,335	-10,055
Sales taxes	950,000	956,271	6,271	975,000	926,888	-48,112
Intergovernmental	492,500	485,528	-6,972	414,100	491,039	76,939
Charges for services	290,600	316,363	25,763	266,000	291,739	25,739
Interest	125,000	93,386	-31,614	85,000	141,732	56,732
Other	46,900	37,163	-9,737	47,285	47,182	-103
Total Receipts	2,202,386	2,211,399	9,013	2,080,775	2,181,915	101,140
DISBURSEMENTS						
County Commission	60,525	59,359	1,166	60,525	59,179	1,346
County Clerk	81,300	76,425	4,875	79,860	76,451	3,409
Elections	115,896	104,377	11,519	86,456	72,843	13,613
Buildings and grounds	101,201	86,282	14,919	104,949	87,645	17,304
Employee fringe benefits	385,000	331,936	53,064	345,000	286,737	58,263
County Treasurer/Ex Officio Collector	113,174	109,263	3,911	99,571	94,913	4,658
Recorder of Deeds	89,269	87,760	1,509	87,209	85,313	1,896
Circuit Clerk	32,500	25,851	6,649	34,000	29,787	4,213
Associate Circuit Court	21,000	14,613	6,387	20,700	12,697	8,003
Associate Circuit (Probate)	25,250	20,865	4,385	22,250	21,362	888
Court administration	14,753	9,167	5,586	14,648	8,990	5,658
Public Administrator	15,950	14,795	1,155	17,300	17,188	112
Sheriff	622,906	620,961	1,945	557,740	555,902	1,838
Juvenile Services	313,502	300,011	13,491	287,108	262,372	24,736
Prosecuting Attorney	130,921	116,685	14,236	127,266	118,687	8,579
County Coroner	19,050	11,712	7,338	15,250	15,178	72
Public health and welfare services	5,000	3,500	1,500	5,500	3,000	2,500
Reimbursement to school districts	35,000	0	35,000	100,000	87,860	12,140
Building improvements	48,500	4,419	44,081	138,000	39,848	98,152
Other	184,900	125,344	59,556	174,950	128,318	46,632
Transfers Out	575,000	589,300	-14,300	0	0	0
Emergency Fund	80,000	483	79,517	80,000	5,433	74,567
Total Disbursements	3,070,597	2,713,108	357,489	2,458,282	2,069,703	388,579
RECEIPTS OVER (UNDER) DISBURSEMENTS	-868,211	-501,709	366,502	-377,507	112,212	489,719
CASH, JANUARY 1	1,708,111	1,708,111	0	1,595,899	1,595,899	0
CASH, DECEMBER 31	\$ 839,900	1,206,402	366,502	1,218,392	1,708,111	489,719

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit C

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
SPECIAL ROAD AND BRIDGE FUND

		Year Ended December 31,					
		1998			1997		
			Variance			Variance	
			Favorable			Favorable	
		Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)
RECEIPTS							
Intergovernmental	\$	1,380,000	1,323,056	-56,944	1,325,000	1,337,339	12,339
Interest		60,000	51,685	-8,315	37,000	64,305	27,305
Total Receipts		1,440,000	1,374,741	-65,259	1,362,000	1,401,644	39,644
DISBURSEMENTS							
CART allocations		1,159,535	1,099,699	59,836	1,024,559	986,021	38,538
Bridge reimbursements		450,000	253,207	196,793	300,000	272,071	27,929
Road and bridge materials		20,000	5,873	14,127	20,000	7,349	12,651
Other		0	0	0	0	1,227	-1,227
Total Disbursements		1,629,535	1,358,779	270,756	1,344,559	1,266,668	77,891
RECEIPTS OVER (UNDER) DISBURSEMENTS		-189,535	15,962	205,497	17,441	134,976	117,535
CASH, JANUARY 1		1,159,535	1,159,535	0	1,024,559	1,024,559	0
CASH, DECEMBER 31	\$	970,000	1,175,497	205,497	1,042,000	1,159,535	117,535

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit D

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
ASSESSMENT FUND

Year Ended December 31,						
1998				1997		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Intergovernmental	\$ 213,300	229,830	16,530	232,750	199,231	-33,519
Interest	7,000	5,195	-1,805	4,500	7,326	2,826
Other	0	33	33	0	94	94
Total Receipts	220,300	235,058	14,758	237,250	206,651	-30,599
DISBURSEMENTS						
Assessor	270,212	222,283	47,929	263,228	197,505	65,723
Total Disbursements	270,212	222,283	47,929	263,228	197,505	65,723
RECEIPTS OVER (UNDER) DISBURSEMENTS	-49,912	12,775	62,687	-25,978	9,146	35,124
CASH, JANUARY 1	65,008	65,008	0	55,862	55,862	0
CASH, DECEMBER 31	\$ 15,096	77,783	62,687	29,884	65,008	35,124

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit E

STODDARD COUNTY
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
LAW ENFORCEMENT TRAINING FUND

Year Ended December 31,						
1998				1997		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 5,000	4,704	-296	5,200	4,278	-922
Interest	150	177	27	75	337	262
Total Receipts	5,150	4,881	-269	5,275	4,615	-660
DISBURSEMENTS						
Sheriff	6,000	5,661	339	6,000	3,512	2,488
Total Disbursements	6,000	5,661	339	6,000	3,512	2,488
RECEIPTS OVER (UNDER) DISBURSEMENTS	-850	-780	70	-725	1,103	1,828
CASH, JANUARY 1	5,192	5,192	0	4,089	4,089	0
CASH, DECEMBER 31	\$ 4,342	4,412	70	3,364	5,192	1,828

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit F

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
PROSECUTING ATTORNEY TRAINING FUND

Year Ended December 31,						
1998				1997		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 2,500	1,022	-1,478	2,900	1,961	-939
Interest	125	226	101	75	243	168
Total Receipts	2,625	1,248	-1,377	2,975	2,204	-771
DISBURSEMENTS						
Prosecuting Attorney	3,000	0	3,000	3,000	1,327	1,673
Total Disbursements	3,000	0	3,000	3,000	1,327	1,673
RECEIPTS OVER (UNDER) DISBURSEMENTS	-375	1,248	1,623	-25	877	902
CASH, JANUARY 1	4,149	4,149	0	3,272	3,272	0
CASH, DECEMBER 31	\$ 3,774	5,397	1,623	3,247	4,149	902

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit G

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
DRAINAGE DISTRICTS FUND

Year Ended December 31,							
1998				1997			
			Variance			Variance	
			Favorable			Favorable	
	Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)	
RECEIPTS							
Property taxes	\$	30,000	31,469	1,469	30,000	28,844	-1,156
Interest		5,000	6,329	1,329	3,100	8,933	5,833
Total Receipts		35,000	37,798	2,798	33,100	37,777	4,677
DISBURSEMENTS							
Other		50,000	3,770	46,230	50,000	213	49,787
Total Disbursements		50,000	3,770	46,230	50,000	213	49,787
RECEIPTS OVER (UNDER) DISBURSEMENTS		-15,000	34,028	49,028	-16,900	37,564	54,464
CASH, JANUARY 1		129,328	129,328	0	91,764	91,764	0
CASH, DECEMBER 31	\$	114,328	163,356	49,028	74,864	129,328	54,464

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit H

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
COUNTY FARM FUND

Year Ended December 31,						
1998				1997		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Other	\$ 1,000	1,000	0	2,500	1,000	-1,500
Total Receipts	1,000	1,000	0	2,500	1,000	-1,500
DISBURSEMENTS						
Access road	0	20,000	-20,000	0	0	0
Other	75,000	0	75,000	75,000	0	75,000
Total Disbursements	75,000	20,000	55,000	75,000	0	75,000
RECEIPTS OVER (UNDER) DISBURSEMENTS	-74,000	-19,000	55,000	-72,500	1,000	73,500
CASH, JANUARY 1	77,455	77,455	0	76,455	76,455	0
CASH, DECEMBER 31	\$ 3,455	58,455	55,000	3,955	77,455	73,500

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit I

STODDARD COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
 PROSECUTING ATTORNEY ADMINISTRATION FUND

Year Ended December 31,						
1998				1997		
		Variance				Variance
		Favorable				Favorable
		(Unfavorable)				(Unfavorable)
	Budget	Actual		Budget	Actual	
RECEIPTS						
Intergovernmental	\$ 0	0	0	0	1,943	1,943
Charges for services	20,000	19,667	-333	17,000	25,874	8,874
Interest	2,000	1,532	-468	800	2,609	1,809
Other	0	0	0	0	64	64
Total Receipts	22,000	21,199	-801	17,800	30,490	12,690
DISBURSEMENTS						
Salaries and fringe benefits	5,500	4,056	1,444	5,500	1,163	4,337
Equipment	0	1,975	-1,975	0	4,277	-4,277
SEMO Regional Crime Laboratory	0	6,250	-6,250	0	500	-500
Other	23,000	14,645	8,355	15,000	11,510	3,490
Total Disbursements	28,500	26,926	1,574	20,500	17,450	3,050
RECEIPTS OVER (UNDER) DISBURSEMENTS	-6,500	-5,727	773	-2,700	13,040	15,740
CASH, JANUARY 1	40,851	40,851	0	27,811	27,811	0
CASH, DECEMBER 31	\$ 34,351	35,124	773	25,111	40,851	15,740

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit J

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
RECORDER'S MAINTENANCE FUND

Year Ended December 31,							
1998				1997			
		Variance				Variance	
		Favorable				Favorable	
		(Unfavorable)				(Unfavorable)	
	Budget	Actual		Budget	Actual		
RECEIPTS							
Charges for services	\$	11,500	12,766	1,266	11,000	11,136	136
Interest		1,500	887	-613	900	2,066	1,166
Total Receipts		13,000	13,653	653	11,900	13,202	1,302
DISBURSEMENTS							
Recorder of Deeds		24,161	13,184	10,977	21,883	11,977	9,906
Total Disbursements		24,161	13,184	10,977	21,883	11,977	9,906
RECEIPTS OVER (UNDER) DISBURSEMENTS		-11,161	469	11,630	-9,983	1,225	11,208
CASH, JANUARY 1		23,109	23,109	0	21,884	21,884	0
CASH, DECEMBER 31	\$	11,948	23,578	11,630	11,901	23,109	11,208

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit K

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
DOMESTIC VIOLENCE FUND

		Year Ended December 31,					
		1998			1997		
			Variance			Variance	
			Favorable			Favorable	
		Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)
RECEIPTS							
Charges for services	\$	5,200	5,069	-131	5,100	5,234	134
Interest		650	618	-32	300	795	495
Total Receipts		5,850	5,687	-163	5,400	6,029	629
DISBURSEMENTS							
Domestic violence shelters		10,000	0	10,000	5,500	0	5,500
Total Disbursements		10,000	0	10,000	5,500	0	5,500
RECEIPTS OVER (UNDER) DISBURSEMENTS							
		-4,150	5,687	9,837	-100	6,029	6,129
CASH, JANUARY 1		13,087	13,087	0	7,058	7,058	0
CASH, DECEMBER 31	\$	8,937	18,774	9,837	6,958	13,087	6,129

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit L

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
CRIME REDUCTION FUND

		Year Ended December 31,					
		1998			1997		
				Variance Favorable			Variance Favorable
		Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)
RECEIPTS							
Charges for services	\$	3,500	1,869	-1,631	5,000	3,415	-1,585
Interest		300	123	-177	300	387	87
Total Receipts		3,800	1,992	-1,808	5,300	3,802	-1,498
DISBURSEMENTS							
Major case squad		3,000	495	2,505	2,000	253	1,747
SEMO drug task force		0	0	0	2,000	2,000	0
Other		0	0	0	3,000	4,674	-1,674
Total Disbursements		3,000	495	2,505	7,000	6,927	73
RECEIPTS OVER (UNDER) DISBURSEMENTS		800	1,497	697	-1,700	-3,125	-1,425
CASH, JANUARY 1		2,383	2,383	0	5,508	5,508	0
CASH, DECEMBER 31		\$ 3,183	3,880	697	3,808	2,383	-1,425

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit M

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
PROSECUTING ATTORNEY DELINQUENT TAX FUND

		Year Ended December 31,					
		1998			1997		
				Variance			Variance
				Favorable			Favorable
		Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)
RECEIPTS							
Intergovernmental	\$	1,500	1,038	-462	1,000	1,471	471
Interest		300	98	-202	250	446	196
Total Receipts		1,800	1,136	-664	1,250	1,917	667
DISBURSEMENTS							
Prosecuting Attorney		2,000	993	1,007	2,000	1,215	785
Total Disbursements		2,000	993	1,007	2,000	1,215	785
RECEIPTS OVER (UNDER) DISBURSEMENTS		-200	143	343	-750	702	1,452
CASH, JANUARY 1		2,679	2,679	0	1,977	1,977	0
CASH, DECEMBER 31	\$	2,479	2,822	343	1,227	2,679	1,452

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit N

STODDARD COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
 RECORD PRESERVATION FUND

		Year Ended December 31,					
		1998			1997		
		Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS							
Intergovernmental	\$	851	813	-38	3,500	1,984	-1,516
Interest		0	210	210	0	1,051	1,051
Other		0	102	102	0	0	0
Transfers in		14,300	14,300	0	5,000	0	-5,000
Total Receipts		15,151	15,425	274	8,500	3,035	-5,465
DISBURSEMENTS							
Salaries		7,020	6,777	243	6,500	6,125	375
Employee fringe benefits		575	518	57	500	468	32
Office expenses		2,250	1,683	567	2,400	1,851	549
Equipment		1,450	1,440	10	2,900	2,896	4
Microfilming		5,000	4,079	921	5,000	0	5,000
Total Disbursements		16,295	14,497	1,798	17,300	11,340	5,960
RECEIPTS OVER (UNDER) DISBURSEMENTS		-1,144	928	2,072	-8,800	-8,305	495
CASH, JANUARY 1		1,153	1,153	0	9,458	9,458	0
CASH, DECEMBER 31	\$	9	2,081	2,072	658	1,153	495

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit O

STODDARD COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
 911 FUND

Year Ended December 31,						
1998				1997		
		Variance			Variance	
	Budget	Favorable		Budget	Favorable	
		(Unfavorable)			(Unfavorable)	
RECEIPTS						
Interest	\$ 1,199	1,281	82	8,000	22,359	14,359
Telephone taxes	0	0	0	243,500	247,821	4,321
Total Receipts	1,199	1,281	82	251,500	270,180	18,680
DISBURSEMENTS						
Salaries	0	0	0	41,816	41,816	0
Employees fringe benefits	0	0	0	23,700	11,148	12,552
Office expenses	0	0	0	6,500	2,574	3,926
Equipment	0	0	0	17,050	19,867	-2,817
Mileage and training	0	0	0	11,600	7,469	4,131
Equipment reserve	0	0	0	46,150	8,216	37,934
Other	6,000	210	5,790	97,500	81,659	15,841
Funds transferred to 911 Board	0	5,872	-5,872	268,560	340,325	-71,765
Total Disbursements	6,000	6,082	-82	512,876	513,074	-198
RECEIPTS OVER (UNDER) DISBURSEMENTS	-4,801	-4,801	0	-261,376	-242,894	18,482
CASH, JANUARY 1	4,801	4,801	0	247,695	247,695	0
CASH, DECEMBER 31	\$ 0	0	0	-13,681	4,801	18,482

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit P

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
USE TAX FUND

Year Ended December 31,							
1998				1997			
		Variance				Variance	
		Favorable				Favorable	
	Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)	
RECEIPTS							
Interest	\$	10,000	4,533	-5,467	0	13,197	13,197
Total Receipts		10,000	4,533	-5,467	0	13,197	13,197
DISBURSEMENTS							
Repayment to state		0	98,139	-98,139	0	0	0
Total Disbursements		0	98,139	-98,139	0	0	0
RECEIPTS OVER (UNDER) DISBURSEMENTS		10,000	-93,606	-103,606	0	13,197	13,197
CASH, JANUARY 1		147,027	147,027	0	133,830	133,830	0
CASH, DECEMBER 31	\$	157,027	53,421	-103,606	133,830	147,027	13,197

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit Q

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
D.A.R.E. FUND

Year Ended December 31,						
1998				1997		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Interest	\$ 0	191	191	0	585	585
Other	3,000	0	-3,000	4,000	2,694	-1,306
Total Receipts	3,000	191	-2,809	4,000	3,279	-721
DISBURSEMENTS						
Sheriff	4,000	2,565	1,435	4,000	3,993	7
Total Disbursements	4,000	2,565	1,435	4,000	3,993	7
RECEIPTS OVER (UNDER) DISBURSEMENTS	-1,000	-2,374	-1,374	0	-714	-714
CASH, JANUARY 1	6,092	6,092	0	6,806	6,806	0
CASH, DECEMBER 31	\$ 5,092	3,718	-1,374	6,806	6,092	-714

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit R

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
SHERIFF'S FORFEITURE FUND

		Year Ended December 31,					
		1998			1997		
			Variance Favorable			Variance Favorable	
		Budget	Actual	(Unfavorable)	Budget	Actual	(Unfavorable)
RECEIPTS							
Intergovernmental	\$	0	0	0	0	5,828	5,828
Interest		0	169	169	0	57	57
Other		3,000	0	-3,000	250	59	-191
Total Receipts		3,000	169	-2,831	250	5,944	5,694
DISBURSEMENTS							
Mileage and training		3,700	2,500	1,200	0	0	0
Other		0	0	0	0	190	-190
Total Disbursements		3,700	2,500	1,200	0	190	-190
RECEIPTS OVER (UNDER) DISBURSEMENTS		-700	-2,331	-1,631	250	5,754	5,504
CASH, JANUARY 1		5,955	5,955	0	201	201	0
CASH, DECEMBER 31	\$	5,255	3,624	-1,631	451	5,955	5,504

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit S

STODDARD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
P.O.S.T.C. FUND

Year Ended December 31,							
1998				1997			
			Variance Favorable (Unfavorable)			Variance Favorable (Unfavorable)	
	Budget	Actual		Budget	Actual		
RECEIPTS							
Intergovernmental	\$	2,000	1,374	-626	5,000	1,324	-3,676
Interest		0	94	94	0	34	34
Total Receipts		2,000	1,468	-532	5,000	1,358	-3,642
DISBURSEMENTS							
Mileage and training		1,500	0	1,500	0	30	-30
Total Disbursements		1,500	0	1,500	0	30	-30
RECEIPTS OVER (UNDER) DISBURSEMENTS		500	1,468	968	5,000	1,328	-3,672
CASH, JANUARY 1		2,121	2,121	0	793	793	0
CASH, DECEMBER 31	\$	2,621	3,589	968	5,793	2,121	-3,672

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit T

STODDARD COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL
CAPITAL IMPROVEMENTS FUND

Year Ended December 31,			
1998			
	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS			
Interest	\$ 0	16,063	16,063
Transfers in	575,000	575,000	0
Total Receipts	575,000	591,063	16,063
DISBURSEMENTS			
Other	0	500	-500
Total Disbursements	0	500	-500
RECEIPTS OVER (UNDER) DISBURSEMENTS	575,000	590,563	15,563
CASH, JANUARY 1	0	0	0
CASH, DECEMBER 31	\$ 575,000	590,563	15,563

The accompanying Notes to the Financial Statements are an integral part of this statement.

Notes to the Financial Statements

STODDARD COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Stoddard County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission or an elected county official. The General Revenue Fund is the county's general operating fund, accounting for all financial resources except those required to be accounted for in another fund. The other funds presented account for financial resources whose use is restricted for specified purposes.

B. Basis of Accounting

The financial statements are prepared on the cash basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from generally accepted accounting principles, which require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

C. Budgets and Budgetary Practices

The County Commission and other applicable boards are responsible for the preparation and approval of budgets for various county funds in accordance with Sections 50.525 through 50.745, RSMo 1994 and RSMo Cumulative Supp. 1998, the county budget law. These budgets are adopted on the cash basis of accounting.

Although adoption of a formal budget is required by law, the county did not adopt formal budgets for the following funds:

<u>Fund</u>	<u>Years Ended December 31,</u>
Associate Circuit Division Interest Fund	1998 and 1997
Circuit Division Interest Fund	1998 and 1997
Law Library Fund	1998 and 1997
Sheriff's Civil Fund	1998

Warrants issued were in excess of budgeted amounts for the following funds:

<u>Fund</u>	<u>Years Ended December 31,</u>
911 Fund	1998 and 1997
Use Tax Fund	1998

Capital Improvements Fund	1998
Sheriff's Forfeiture Fund	1997
P.O.S.T.C. Fund	1997

Section 50.740, RSMo 1994, prohibits expenditures in excess of the approved budgets.

Although Section 50.740, RSMo 1994, requires a balanced budget, a deficit balance was budgeted in the 911 Fund for the year ended December 31, 1997.

D. Published Financial Statements

Under Sections 50.800 and 50.810, RSMo 1994, the County Commission is responsible for preparing and publishing in a local newspaper a detailed annual financial statement for the county. The financial statement is required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for each fund.

However, the county's published financial statements did not include the following funds:

<u>Fund</u>	<u>Years Ended December 31,</u>
Associate Circuit Division Interest Fund	1998 and 1997
Circuit Division Interest Fund	1998 and 1997
Law Library Fund	1998 and 1997
Special Road and Bridge Fund	1997
Assessment Fund	1997
Law Enforcement Training Fund	1997

2. Cash

Section 110.270, RSMo 1994, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their funds, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo Cumulative Supp. 1998, effective August 28, 1997, requires political subdivisions with existing authority to invest in instruments other than depository accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation. The county has not adopted such a policy.

In accordance with Statement No. 3 of the Governmental Accounting Standards Board, *Deposits with Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements*, disclosures are provided below regarding the risk of potential loss of cash deposits. For the purposes of these disclosures, deposits with financial institutions are demand, time, and savings accounts, including certificates of deposit and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions.

Of the county's bank balance at December 31, 1998, \$387,648 was covered by federal depositary insurance and \$3,424,243 was covered by collateral pledged by one bank and held in the county's name by the safekeeping department of an affiliate of the same bank holding company.

Of the county's bank balance at December 31, 1997, \$252,809 was covered by federal depositary insurance and \$3,803,767 was covered by collateral pledged by one bank and held in the county's name by the safekeeping department of an affiliate of the same bank holding company.

Supplementary Schedule

STODDARD COUNTY, MISSOURI

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31,	
			1998	1997
U. S. DEPARTMENT OF AGRICULTURE				
Passed through state:				
Department of Social Services -				
10.6	Food Distribution	IN-103-009	\$ 399	929
10.6	National School Lunch Program	N/A	1,805	8,748
Department of Health -				
10.6	Special Supplemental Nutrition Program for Women, Infants, and Children	ER0045-9204	83,271	93,383
10.6	Summer Food Service Program for Children	ER0146-98-204	990	0
U.S. DEPARTMENT OF DEFENSE				
Passed through state:				
12.unknown	Department of Public Safety - surplus property	N/A	45	3,896
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through state:				
Department of Economic Development -				
14.2	Community Development Block Grants/State's Program	95EM001	0	581
U.S. DEPARTMENT OF JUSTICE				
Direct programs:				
16.7	Public Safety Partnership and Community Policing ("Cops") Grants	95CFWX1931	19,268	19,881
16.unknown	Equitable Sharing of Seized and Forfeited Property	N/A	2,500	2,133
Passed through:				
State Department of Public Safety -				
16.6	Local Law Enforcement Block Grants Program	96-LBG-115	0	8,865
Missouri Sheriffs' Association -				
16.unknown	Domestic Cannabis Eradication/Suppression Program	N/A	1,511	0
U. S. DEPARTMENT OF TRANSPORTATION				
Passed through state Highway and Transportation Commission -				
20.2	Off-System Bridge Replacement and Rehabilitation Program	BRO 103-19	0	181,189
		BRO 103-25	97,606	11,200
		BRO 103-30	112,474	0

		BRO 103-31	0	66,912
		BRO 103-32	25,407	0
		BRO 103-39	17,720	12,770
	Program Total		<u>253,207</u>	<u>272,071</u>

GENERAL SERVICES ADMINISTRATION

Passed through state Office of Administration -

39.0	Donation of Federal Surplus Personal Property	N/A	1,107	475
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U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Passed through state:

	Department of Health -			
93.3	Immunization Grants	PG0064-9204	5,885	6,650
	Department of Social Services -			
93.6	Child Support Enforcement	N/A	18,106	27,696
	Department of Health -			
93.6	Child Care and Development Block Grant	ER0146-9204	3,542	2,299
		PG0067-9204	2,500	365
	Program Total		<u>6,042</u>	<u>2,664</u>
	Department of Social Services -			
93.7	Social Service Block Grant Juvenile Court			
	Diversion Program	ERO172062	0	1,004
		ERO172042	0	1,239
		ERO172075	31,947	1,398
	Program Total		<u>31,947</u>	<u>3,641</u>
93.9	Cooperative Agreements for State-Based			
	Comprehensive Breast and Cervical Cancer			
	Early Detection Programs	ER0161-90075	9,668	18,785
94.0	Maternal and Child Health Services			
	Block Grant to the States	ER0146-9204	47,663	61,355
	Total Expenditures of Federal Awards		<u>\$ 483,414</u>	<u>531,753</u>

N/A - Not applicable

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

Notes to the Supplementary Schedule

STODDARD COUNTY, MISSOURI
NOTES TO THE SUPPLEMENTARY SCHEDULE

1. Summary of Significant Accounting Policies

A. Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Stoddard County, Missouri.

B. Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

Federal financial assistance means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals

Federal award means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards.

C. Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Amounts for the Food Distribution Program (CFDA number 10.550) represent the dollar value assigned to commodities based on prices provided by the state Department of Social Services. Amounts for the Donation of Federal Surplus Personal Property Program (CFDA number 39.003) and the Department of Public Safety-Surplus Property Program (CFDA number 12.unknown) represent the estimated fair market value of property at the time of receipt.

2. Subrecipients

Of the federal expenditures presented in the schedule, the county provided \$253,207 and \$272,071 to subrecipients under the Off-System Bridge Replacement and Rehabilitation Program (CFDA number 20.205) during the years ended December 31, 1998 and 1997.

FEDERAL AWARDS -
SINGLE AUDIT SECTION

State Auditor's Report



CLAIRE C. McCASKILL
Missouri State Auditor

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the County Commission
and
Officeholders of Stoddard County, Missouri

Compliance

We have audited the compliance of Stoddard County, Missouri, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the years ended December 31, 1998 and 1997. The county's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of the county's management. Our responsibility is to express an opinion on the county's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the county's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the county's compliance with those requirements.

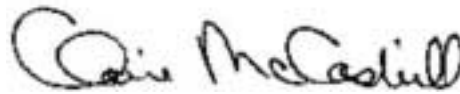
In our opinion, Stoddard County, Missouri, complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the years ended December 31, 1998 and 1997.

Internal Control Over Compliance

The management of Stoddard County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the county's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the management of Stoddard County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.



Claire McCaskill
State Auditor

May 11, 1999 (fieldwork completion date)

Schedule

STODDARD COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)
YEARS ENDED DECEMBER 31, 1998 AND 1997

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

Material weakness identified? ☐ yes ☒ no

Reportable condition identified that is
not considered to be a material weakness? ☐ yes ☒ none reported

Noncompliance material to the financial statements
noted?

☐ yes ☒ no

Federal Awards

Internal control over major program:

Material weakness identified? ☐ yes ☒ no

Reportable condition identified that is
not considered to be a material weakness? ☐ yes ☒ none reported

Type of auditor's report issued on compliance for
major program:

Unqualified

Any audit findings disclosed that are required to be
reported in accordance with Section .510(a) of OMB
Circular A-133?

☐ yes ☒ no

Identification of major program:

CFDA or
Other Identifying

Number

Program Title

20.205

Off-System Bridge Replacement and Rehabilitation Program

Dollar threshold used to distinguish between Type A
and Type B programs: \$300,000

Auditee qualified as a low-risk auditee? ☐ yes ☒ no

Section II - Financial Statement Findings

This section includes no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

Section III - Federal Award Findings and Questioned Costs

This section includes no audit findings that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

Follow-Up on Prior Audit Findings for an
Audit of Financial Statements Performed in Accordance
With *Government Auditing Standards*

STODDARD COUNTY, MISSOURI
FOLLOW-UP ON PRIOR AUDIT FINDINGS FOR AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

Our prior audit report issued for the three years ended December 31, 1996, included no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

Summary Schedule of Prior Audit Findings
in Accordance With OMB Circular A-133

STODDARD COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
IN ACCORDANCE WITH OMB CIRCULAR A-133

Section .315 of OMB Circular A-133 requires the auditee to prepare a Summary Schedule of Prior Audit Findings to report the status of all findings that are relative to federal awards and included in the prior audit report's Schedule of Findings and Questioned Costs. The summary schedule also must include findings reported in the prior audit's Summary Schedule of Prior Audit Findings, except those listed as corrected, no longer valid, or not warranting further action.

Section .500(e) of OMB Circular A-133 requires the auditor to follow up on these prior audit findings; to perform procedures to assess the reasonableness of the Summary Schedule of Prior Audit Findings; and to report, as a current year finding, when the auditor concludes that the schedule materially misrepresents the status of any prior findings.

This section represents the Summary Schedule of Prior Audit Findings, which was prepared by the county's management.

5. Sheriff's Property Acquisition Procedures

Federal Grantor:	U. S. Department of Defense
Pass-Through Grantor:	Department of Public Safety
Federal CFDA Number:	Not applicable
Program Title:	Surplus Property
Pass-Through Entity	
Identifying Number:	Not applicable
Award Year:	1996 and 1995
Questioned Costs:	\$33,810

The Sheriff obtained two helicopters along with various items for the support and maintenance of the helicopters from the U.S. Department of Defense through the state Department of Public Safety. These items were not approved for receipt by the County Commission, were not recorded on county fixed asset records, and were operated under the Sheriff's Reserve organization in the county's name.

Recommendation:

The Sheriff only obtain such items with the approval of the County Commission. The Commission and the Sheriff should work together to ensure federal compliance requirements are met. In addition, the County Commission and the Sheriff should contact the Department of Public Safety to determine the correct course of action to take in regards to the ownership, use, and operation of the helicopters and other donated federal property.

Status:

The Sheriff and the County Commission are working together to meet federal compliance requirements. However, we have not contacted the Department of Public Safety regarding this issue and the Department of Public Safety has not made a management decision regarding this issue.

SECTION ON OTHER MATTERS

STODDARD COUNTY, MISSOURI LETTER ON OTHER MATTERS

We have audited the special-purpose financial statements of various funds of Stoddard County, Missouri, as of and for the years ended December 31, 1998 and 1997, and have issued our report thereon dated May 11, 1999. We also have audited the compliance of Stoddard County, Missouri, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the years ended December 31, 1998 and 1997, and have issued our report thereon dated May 11, 1999.

We did not review the operations of elected officials with funds other than those presented in the special-purpose financial statements. The operations of such officials will be reviewed and reported on during the state auditor's next scheduled audit of the county.

This Letter on Other Matters presents matters other than the findings, if any, reported in the accompanying Schedule of Findings and Questioned Costs. These matters resulted from our audits of the special-purpose financial statements of Stoddard County and of its compliance with the types of compliance requirements applicable to its major federal program but do not meet the criteria for inclusion in the written reports on compliance and on internal control over financial reporting or compliance that are required for audits performed in accordance with *Government Auditing Standards* and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Nevertheless, the county should consider these matters and take appropriate corrective action.

1. County Expenditures

The County Commission has no assurance payments made to the Sheriff totaling more than \$118,000 for preparing and serving meals to prisoners during the two years ended December 31, 1998, are reasonable and based on costs incurred by the Sheriff. The County Commission reimbursed the Sheriff for meals at a daily rate of \$3.25 per prisoner during this period. The County Commission does not receive and does not review invoices supporting the actual food costs incurred by the Sheriff.

2. CART Distributions

Distributions totaling approximately \$1,099,000 were made to the special road districts and townships without obtaining written contracts with the special road districts and townships for the year ended December 31, 1998.

3. County Clerk's Procedures

The County Clerk does not prepare the back tax books or verify the back tax book totals for real estate or personal property taxes. The County Clerk does not maintain an account book with the Ex Officio Collector and does not maintain general fixed asset records.

4. County Treasurer's Procedures

Receipt slips issued by the County Treasurer's office are not prenumbered and the method of payment received (cash, check, and money order) is not indicated. At December 31, 1998, twenty-one checks totaling \$4,827 had been outstanding in excess of one year.

5. Federal Awards

The county did not comply with federal regulations limiting construction engineering charges to 15 percent of construction costs excluding construction engineering costs, preliminary engineering costs, and right-of-way costs. As a result, the county received excess reimbursement of \$1,265.

This Letter on Other Matters is intended for the information of the management of Stoddard County, Missouri, and other applicable government officials. However, this letter is a matter of public record and its distribution is not limited.